#### **PUBLIC MEETING AGENDA**



# Risk Management Trust Board Virtual Meeting Wednesday, June 26, 2024 6:30 p.m.

Members of the Board will attend virtually.

#### **Meeting Location:**

Microsoft Teams Need help?

Join the meeting now

Meeting ID: 240 009 206 656

Passcode: na3Rrz

#### Dial in by phone

+1 480-498-8745,,585277210# United States,

Phoenix

Find a local number

Phone conference ID: 585 277 210#

Written comments regarding agenda items may be submitted via email to <u>alex\_chin@tempe.gov</u> no later than 5:00 p.m. on Wednesday, June 26, 2024.

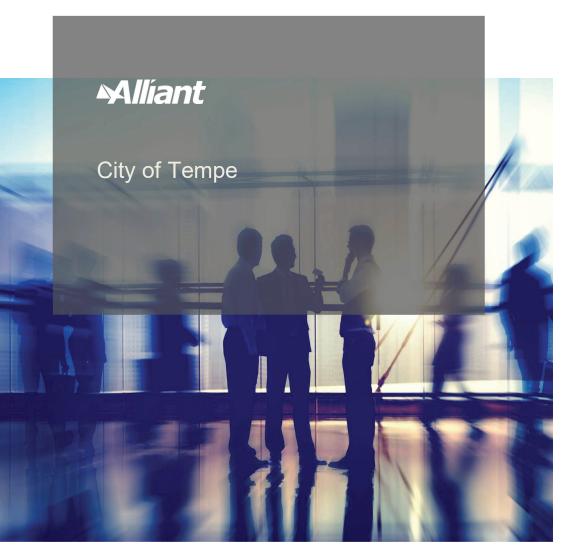
- 1. Call to Order
- 2. State of the Market Alliant Insurance Services
- 3. Board Member & Staff Announcements

Board members and staff may make announcements regarding current events that are not listed on the agenda. No discussion or legal action will be taken regarding these announcements.

#### 4. Public Appearances

The Risk Management Trust Board welcomes public comments. According to the Arizona Open Meeting Law, the Board may only discuss matters listed on its meeting agendas. Matters brought-up by the public under public appearances that are not listed on the meeting agenda cannot be discussed by the Board. A three-minute time limit per person will be in effect

The City of Tempe endeavors to make all public meetings accessible to persons with disabilities. Special assistance is available at public meetings for sight and/or hearing-impaired persons. To request an accommodation, please contact the City Clerk's Office within 72 hours' advance notice to ensure availability at 480-350-4311 (voice) or 7-1-1 (relay users) or at <a href="clerk@tempe.gov">clerk@tempe.gov</a>.



#### Auto Physical Damage Insurance Proposal

Presented by Shawn M. Kraatz and Pamela Dominguez
Date Presented

June 26, 2024

Risk Management Trust Board

Alliant Insurance Services, Inc. 18100 Von Karman Avenue 10th Floor Irvine, CA 92612 O 949 756 0271

CA License No. 0C36861

www.alliant.com

## Auto Physical Damage

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	2023-2024	2024-2025		
Carrier:	Lexington Insurance Company	Lexington Insurance Company		
Limits:	\$10M Policy Limit \$10M VPD Occurrence Limit \$1.3M Vehicle Limit \$5M Earth Movement \$5M Flood \$2.5M Special Flood Hazard Areas \$250k Newly Acquired Vehicles	\$10M Policy Limit \$10M VPD Occurrence Limit \$1.3M Vehicle Limit \$5M Earth Movement \$5M Flood \$2.5M Special Flood Hazard Areas \$250k Newly Acquired Vehicles		
Deductibles:	\$150,000 Each claim for loss or damage	\$150,000 Each claim for loss or damage		
Premium:	\$68,323.56 (Incl. SL Tax/Fee)	\$89,289.67 (Incl. SL Tax/Fee)		



### Auto Physical Damage



#### 2024-2025 Policy Changes/Comments:

- No notable changes to terms and/or conditions
- 18.8% increase in total scheduled equipment values/exposure (\$3,112,787 increase in values)
- 30.69% premium increase (18.8% exposure increase + 10% rate increase\* + large total loss\*\*)
- TRIA premium \$2,596.00



<sup>\*</sup>See APD – City of Tempe/ Premium and Rate Comparison

<sup>\*\*</sup>Total Loss Claim 1/25/24 (Total Incurred: \$77,661)

## CITY OF TEMPE, AZ PREMIUM & RATE COMPARISON 2020/21 - 2024/25 PY valued as of 6/25/24

City of Tempe

			20-21		21-22		22-23		23-24
	2020	2021	% Change	2022	% Change	2023	% Change	2024	% Change
COVERAGE									
Auto Physical Damage Premium	\$76,620	\$69,136	-9.77%	\$68,530	-0.88%	\$68,323.56	-0.30%	\$89,286.67	30.68%
APD Vehicle Values	\$17,002,998	\$18,193,741	7.00%	\$17,026,867	-6.41%	\$16,551,146	-2.79%	\$19,663,933	18.81%
APD Rate	0.450626	0.380	-15.67%	0.390	2.63%	0.400	2.56%	0.440	10.00%
				Includes SL Tax and Fee \$66,405		Includes SL Tax and Fee \$66,205		Includes SL Tax and Fee \$86,521.00	
				Premium; \$1,992.15 SL Tax; \$132.81		Premium; \$1,986.15 SL Tax;		Premium; \$2,595.63 SL Tax; \$173.04 SL	
Notes	Includes TRIA	Excludes TRIA		SL Fee; Excludes TRIA		\$132.41 SL Fee; Excludes TRIA		Fee; Excludes TRIA	

Rate * Exposure \$76,619.93 \$69,136.22	-9.77% \$66,404.78	-3.95% \$66,	-0.30%	\$86,521.31	30.69%
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<sup>\*\*</sup> Alliant Broker for the City of Tempe AZ as of 2021

